

Federal Reimbursement Allowance (FRA)

What does this appropriation support?

The FRA program provides ongoing reimbursement for hospital services and managed care premiums provided to Medicaid clients and the uninsured.

What is its statutory authority?

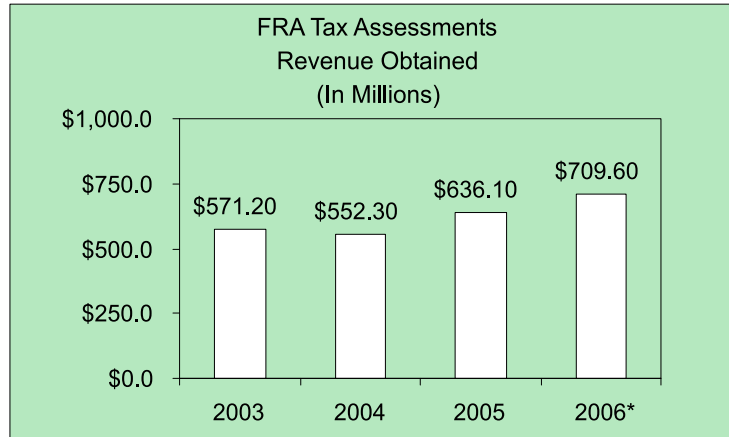
State statute: RSMo. 208.453; Federal law: Social Security Act Section 1903(w); Federal regulation: 42 CFR 443 Subpart B

Is this a federally mandated program? No.

Are there federal matching requirements?

States can earn the federal medical assistance percentage (FMAP) on Medicaid program expenditures. The Social Security Act requires the Secretary of Health and Human Services to calculate and publish the actual FMAP each year. The FMAP is calculated using economic indicators from states and the nation as a whole. Generally, Missouri's FMAP for FY-2007 is a blended 61.68% federal match. The state matching requirement is 38.32%. The hospital assessments serve as the general revenue equivalent to earn Medicaid federal reimbursement.

Efficiency and Effectiveness Measure:



*2006 is an estimate

What are the expenditures?

	FY 2003 Actual	FY 2004 Actual	FY 2005 Actual	FY 2006 Planned
GR	\$0	\$0	\$0	\$0
FEDERAL	\$0	\$0	\$0	\$0
OTHER	\$400,661,392	\$455,487,696	\$578,489,422	\$519,667,244
TOTAL	\$400,661,392	\$455,487,696	\$578,489,422	\$519,667,224

What are the sources of other funds?

Federal Reimbursement Allowance Fund

Who is eligible?

FRA payments are made on behalf of Medicaid eligibles and the uninsured accessing hospital services.